

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301  
Indianapolis, IN 46204  
(317) 233-0696  
<http://www.in.gov/legislative>

**FISCAL IMPACT STATEMENT**

**LS 6567**

**BILL NUMBER:** SB 234

**NOTE PREPARED:** Dec 21, 2009

**BILL AMENDED:**

**SUBJECT:** Recycling Promotion and Assistance Fund.

**FIRST AUTHOR:** Sen. Breaux

**FIRST SPONSOR:**

**BILL STATUS:** As Introduced

**FUNDS AFFECTED:** X GENERAL  
X DEDICATED  
FEDERAL

**IMPACT:** State

**Summary of Legislation:** This bill prohibits transfers from the Indiana Recycling Promotion and Assistance Fund (IRF) to any other fund.

**Effective Date:** July 1, 2010.

**Explanation of State Expenditures:** The bill provides that money in the IRF may not be transferred, assigned, or otherwise removed from the IRF by the State Board of Finance, the Budget Agency, or any other state agency. Current law provides that money remaining in the IRF at the end of a state fiscal year does not revert to the state General Fund. In FY 2009, the Office of Management and Budget transferred \$11 M from the IRF to the state General Fund. The transfer left \$4.5 M in the IRF.

**Background.** The IRF consists of a portion of the tipping fees collected at landfill operations and waste energy facilities. (The fee is \$0.50 per ton of waste.) Fees are deposited into the Solid Waste Management Fund, which partially funds the IRF. The IRF is also funded by variable recycling fees generated by electronic waste.

The Recycling Market and Development Board may use money in the IRF to make loans to assist

- (1) persons in establishing new recycling businesses;
- (2) in the expansion of existing recycling businesses; and
- (3) manufacturers in retrofitting equipment necessary to reuse or recycle secondary materials.

The Board may also use money in the fund to make grants for research and development projects involving

recycling. No awards were made from the fund in 2009.

**Explanation of State Revenues:** See *Explanation of State Expenditures* above.

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:** IDEM; State Board of Finance; Office of Management and Budget.

**Local Agencies Affected:**

**Information Sources:** Office of Management and Budget; IBJ/AP Aug 13, 2009.

**Fiscal Analyst:** Bernadette Bartlett, 317-232-9586.